

MEMORANDUM

Staff Summary No. 5

Date: May 14, 2014

To: Members of the California School Finance Authority

From: Katrina M. Johantgen, Executive Director

Subject: Resolution 14-06 – Authorizing the Issuance of Bonds in an Amount Not to Exceed \$8,000,000* to Finance Working Capital, and the Acquisition, Construction, Expansion, Remodeling, Renovation Improvement, Furnishing, and Equipping of Educational Facilities Located in Los Angeles County, California (Action Item)

At its meeting of February 12, 2014, the Authority board approved Resolution 14-02 authorizing the issuance of bonds in amount not to exceed \$8,000,000 for AMPT LLC on behalf of Academia Moderna Charter School, operated by Alta Public Schools (original staff summary included for your reference).

The financing team is requesting that the refinancing of a line of credit used to finance pre-construction expenses be included in the bond financing as it is an eligible bond related expense. As this expense is classified as working capital which was not contemplated when the financing was brought to the board in February 2014, a new bond resolution, Resolution 14-06, is required.

Staff recommends that the Board adopt Resolution No. 14-06, authorizing the issuance of bonds in an amount not to exceed \$8,000,000 to finance working capital, and the acquisition, construction, expansion, remodeling, renovations, improvement, furnishing, and equipping of educational facilities located in Los Angeles County.